l II		
1	K&L GATES LLP	
$_{2}\parallel$	J. Timothy Hobbs, Jr. ( <i>pro hac vice</i> ) 501 Commerce Street, Ste. 1500	
	Nashville, Tennessee 37203	
3	Telephone: (615) 780-6700 Tim.Hobbs@klgates.com	
4	Hanry I Prockway (neo hae vice)	
5	Henry J. Brockway ( <i>pro hac vice</i> ) 925 Fourth Avenue, Ste. 2900	
6	Seattle, Washington 98104 Telephone: (206) 623-7580	
6	Henry.Brockway@klgates.com	
7	Victoria S. Pereira Duarte (pro hac vice)	
8	70 W. Madison St., Ste. 3300	
9	Chicago, Illinois 60602 Telephone: (312) 372-1121	
	Victoria.Duarte@klgates.com	
10	Michael Stortz (SBN 139386)	
11	4 Embarcadero Ctr., Ste 1200	
12	San Francisco, California 94111 Telephone: (415) 882-8200	
13	Michael.Stortz@klgates.com	
	Attorneys for Defendants Bornstein Seafoods,	
14	Inc. and Astoria Pacific Seafoods, LLC	
15	UNITED STATES I	DISTRICT COURT
16		
17	FOR THE NORTHERN DI	STRICT OF CALIFORNIA
	SAN FRANCIS	SCO DIVISION
18		
19	BRAND LITTLE and ROBIN BURNS,	Case No.: 3:23-cv-01098-AGT
20	Individually and on Behalf of All Others Similarly Situated,	BORNSTEIN DEFENDANTS' ANSWER
$_{21}$	•	TO PLAINTIFFS' SECOND AMENDED
	Plaintiffs,	CLASS ACTION COMPLAINT
22	V.	Judge: Honorable Alex G. Tse
23	PACIFIC SEAFOOD PROCUREMENT, LLC;	
24	PACIFIC SEAFOOD PROCESSING, LLC;	
25	PACIFIC SEAFOOD FLEET, LLC; PACIFIC SEAFOOD DISTRIBUTION, LLC; PACIFIC	
	SEAFOOD USA, LLC; DULCICH, INC.;	
26	PACIFIC SEAFOOD – EUREKA, LLC;	
27	PACIFIC SEAFOOD – CHARLESTON, LLC; PACIFIC SEAFOOD – WARRENTON, LLC;	
$_{28}$	PACIFIC SEAFOOD – WARRENTON, ELC,	

BORNSTEIN DEFENDANTS' ANSWER TO PLAINTIFFS' SECOND AMENDED CLASS ACTION COMPLAINT Case No. 3:23-cv-01098-AGT

1 PACIFIC SEAFOOD – BROOKINGS, LLC; PACIFIC SEAFOOD – WESTPORT, LLC; 2 PACIFIC SURIMI – NEWPORT LLC; BLUE RIVER SEAFOOD, INC.; SAFE COAST 3 SEAFOODS, LLC; SAFE COAST SEAFOODS WASHINGTON, LLC; OCEAN GOLD 4 SEAFOODS, INC.; NOR-CAL SEAFOOD, 5 INC.; KEVIN LEE; AMERICAN SEAFOOD EXP, INC.; CALIFORNIA SHELLFISH 6 COMPANY, INC.; ROBERT BUGATTO ENTERPRISES, INC.; ALASKA ICE 7 SEAFOODS, INC.; LONG FISHERIES, INC.; 8 CAITO FISHERIES, INC.; CAITO FISHERIES, LLC; SOUTHWIND FOODS, 9 LLC; FISHERMEN'S CATCH, INC.; GLOBAL QUALITY FOODS, INC.; GLOBAL 10 QUALITY SEAFOOD LLC; OCEAN KING FISH INC.; BORNSTEIN SEAFOODS, INC.; 11 ASTORIA PACIFIC SEAFOODS, LLC; and 12 DOES 30-60, 13 Defendants. 14 15 16 17

18

19

20

21

22

23

24

25

26

27

28

BORNSTEIN DEFENDANTS' ANSWER TO PLAINTIFFS' SECOND AMENDED CLASS ACTION COMPLAINT Case No. 3:23-cv-01098-AGT

Defendants Bornstein Seafoods, Inc. and Astoria Pacific Seafoods, LLC (collectively, "Bornstein") respectfully submit this Answer and provide additional and affirmative defenses in response to Plaintiffs' Second Amended Class Action Complaint, dated February 7, 2025 (ECF 255) ("Second Amended Complaint"). Except to the extent specifically admitted herein, Bornstein denies each and every allegation contained in the Second Amended Complaint. By admitting that the Second Amended Complaint purports to characterize or quote particular documents, Bornstein does not admit the truth of any assertion in the referenced document.

Moreover, headings, footnotes, screenshots or other images, charts, graphs, and figures contained within the Second Amended Complaint are not substantive allegations to which an answer is required. Any allegations contained therein do not comply with Federal Rule of Civil Procedure 10(b), providing that allegations be stated "in numbered paragraphs, each limited as far as practicable to a single set of circumstances." To the extent headings are deemed to be substantive allegations to which an answer is required, Bornstein denies the allegations. To the extent footnotes, screenshots or other images, charts, graphs, or figures in the Second Amended Complaint are deemed to be substantive allegations, then the response to the paragraph in which the footnote or figure is found is Bornstein's response to the footnote, chart, graph or figure as well.

Bornstein by and for its Answer and Affirmative Defenses to Plaintiffs' Second Amended Complaint states and alleges as follows:

#### INTRODUCTION

ANSWER TO PARAGRAPH 1: Bornstein admits that: there currently are more than 1,000 independent commercial crabbers who are licensed to land Dungeness crab in California, Washington, and Oregon; that Plaintiff Brand Little is a crabber; and that Plaintiff Robin Burns was married to a crabber, Kenny Burns. Bornstein denies the existence of a purported "Class" or that any class should be certified in this case. Bornstein lacks knowledge or information sufficient to admit or deny the remaining allegations in this Paragraph, and accordingly denies the remaining allegations in this Paragraph on this basis. Unless expressly admitted, Bornstein denies the allegations in this Paragraph.

ANSWER TO PARAGRAPH 2: Bornstein admits that the Dungeness crab fishery is an important

- 1	
1	fishery for certain Pacific Northwest commercial fishers. Bornstein lacks knowledge or information
2	sufficient to admit or deny the remaining allegations in this Paragraph, and accordingly denies the
3	allegations in this Paragraph on this basis. Unless expressly admitted, Bornstein denies the allegations in
4	this Paragraph.
5	ANSWER TO PARAGRAPH 3: Bornstein admits that the "ex vessel price" means the price off the
6	boat. Unless expressly admitted, Bornstein denies the allegations in this Paragraph.
7	ANSWER TO PARAGRAPH 4: Bornstein denies the allegations in this Paragraph.
8	ANSWER TO PARAGRAPH 5: Bornstein denies the allegations in this Paragraph.
9	ANSWER TO PARAGRAPH 6: Bornstein denies the allegations in this Paragraph.
10	ANSWER TO PARAGRAPH 7: Bornstein denies the allegations in this Paragraph.
11	ANSWER TO PARAGRAPH 8: Bornstein denies the allegations in this Paragraph and each of its
12	subparagraphs.
13	ANSWER TO PARAGRAPH 9: Bornstein lacks knowledge or information sufficient to admit or deny
14	allegations regarding the basis for Plaintiffs' assertions, and accordingly denies the allegations in this
15	Paragraph pertaining to Plaintiffs' basis for the Second Amended Complaint. Bornstein Seafood denies
16	the remaining allegations in this Paragraph.
17	ANSWER TO PARAGRAPH 10: The allegations in this Paragraph contain legal conclusions to which
18	no response is required. To the extent a response is required, Bornstein denies the allegations in this
19	Paragraph.
20	ANSWER TO PARAGRAPH 11: Bornstein denies the allegations in this Paragraph, and specifically
21	denies that Bornstein engaged in any illegal conduct, that Plaintiffs have been injured, and that Plaintiffs
22	are entitled to any compensation or injunctive relief whatsoever.
23	PARTIES
24	I. <u>Plaintiffs</u>
25	ANSWER TO PARAGRAPH 12: Bornstein admits that Plaintiff Little is an individual residing in

26

27

28

Bornstein admits that Plaintiff Little is an individual residing in Auburn, California who purports to be a commercial fisherman. Bornstein denies that it engaged in any unfair and illegal anticompetitive activities. Bornstein lacks knowledge or information sufficient to admit

1

3

45

67

8

9

10 11

1213

14

1516

17

18

1920

21

22

2324

25

2627

28

or deny the other allegations in this Paragraph, and accordingly denies those allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 13: Bornstein admits that Plaintiff Burns is an individual residing in Eureka, California whose late husband, Kenneth Burns was a fisherman who fished for Dungeness crab. Bornstein lacks knowledge or information sufficient to admit or deny other allegations in this Paragraph, and accordingly denies those allegations in this Paragraph on this basis. Bornstein denies that Bornstein engaged in any unfair and illegal anticompetitive activities. Unless expressly admitted, Bornstein denies the allegations in this Paragraph.

#### II. <u>Defendants</u>

#### A. Pacific Seafood Defendants

**ANSWER TO PARAGRAPH 14:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 15:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 16:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 17:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 18:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 19:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 20:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 21:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 22:** Bornstein lacks knowledge or information sufficient to admit or deny

1	the a
2	ANS
3	the a
4	ANS
5	the a
6	ANS
7	the a
8	ANS
9	the a
10	ANS
11	no re
12	suffi
13	Paraș
14	ANS
15	to co
16	denie
17	ANS
18	conte
19	respo
20	admi
21	on th
22	ANS
23	the a
24	ANS
25	deny
26	basis
27	ANS

the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
ANSWER TO PARAGRAPH 23: Bornstein lacks knowledge or information sufficient to admit or deny
the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
ANSWER TO PARAGRAPH 24: Bornstein lacks knowledge or information sufficient to admit or deny
the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
ANSWER TO PARAGRAPH 25: Bornstein lacks knowledge or information sufficient to admit or deny
the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
ANSWER TO PARAGRAPH 26: Bornstein lacks knowledge or information sufficient to admit or deny
the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
ANSWER TO PARAGRAPH 27: The allegations in this Paragraph contain legal conclusions to which
no response is required. To the extent a response is required, Bornstein lacks knowledge or information
sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this
Paragraph on this basis.
ANSWER TO PARAGRAPH 28: Bornstein admits only that the Second Amended Complaint purports
to collectively refer to certain defendants as "Pacific Seafood." Unless expressly admitted, Bornstein
denies the allegations in this Paragraph.
ANSWER TO PARAGRAPH 29: The Paragraph purports to quote Pacific Seafood's website. The
contents of the website and quotations from that website speak for themselves and do not require a
response. To the extent a response is required, Bornstein lacks knowledge or information sufficient to
admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph
on this basis.
ANSWER TO PARAGRAPH 30: Bornstein lacks knowledge or information sufficient to admit or deny
the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
ANSWER TO PARAGRAPH 31: , Bornstein lacks knowledge or information sufficient to admit or
deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
hasis

the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 33: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 34: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 35: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 36: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 37: This Paragraph purports to refer to litigation that is a matter of public record which speaks for itself and to which no response is required. To the extent a response is required, Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 38: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 39: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

#### B. Safe Coast Defendants

ANSWER TO PARAGRAPH 40: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 41: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 42: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 43: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 44: Bornstein admits only that the Second Amended Complaint purports

to collectively refer to certain defendants as "Safe Coast." Bornstein lacks knowledge or information

1

sufficient to admit or deny the remaining allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 45:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 46:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 47:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 48:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 49:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 50:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 51:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 52:** The allegations in this Paragraph contain legal conclusions to which no response is required. To the extent a response is required, Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

#### C. **Ocean Gold Defendant**

**ANSWER TO PARAGRAPH 53:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 54:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 55:** Bornstein lacks knowledge or information sufficient to admit or deny

28

23

24

25

26

the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 56: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 57: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 58: The allegations in this Paragraph contain legal conclusions to which no response is required. To the extent a response is required, Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

#### D. Nor-Cal Defendants

ANSWER TO PARAGRAPH 59: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 60: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 61: Bornstein admits only that the Second Amended Complaint purports to collectively refer to certain defendants as "Nor-Cal." Bornstein lacks knowledge or information sufficient to admit or deny the remaining allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 62: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 63: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 64: Bornstein lacks knowledge or information sufficient to admit or deny

the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 65:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 66: The allegations in this Paragraph contain legal conclusions to which

no response is required. To the extent a response is required, Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

#### E. ASE Defendant

ANSWER TO PARAGRAPH 67: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 68: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 69: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 70: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 71: The allegations in this Paragraph contain for a legal conclusion, and accordingly no response is required. To the extent a response is required, Bornstein lacks knowledge or information sufficient to admit or deny those allegations, and accordingly denies the allegations in this Paragraph on this basis.

#### F. Hallmark Defendants

ANSWER TO PARAGRAPH 72: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 73: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 74: Bornstein admits only that the Second Amended Complaint purports to collectively refer to certain defendants as "Hallmark." Bornstein lacks knowledge or information sufficient to admit or deny the remaining allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 75:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

1

2

11

1314

12

16

15

18

17

1920

21

2223

24

2526

27

28

ANSWER TO PARAGRAPH 76: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 77: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 78: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 79: The allegations in this Paragraph contain legal conclusions to which no response is required. To the extent a response is required, Bornstein lacks knowledge or information sufficient to admit or deny those allegations, and accordingly denies the allegations in this Paragraph on this basis.

#### G. <u>Fathom Defendants</u>

ANSWER TO PARAGRAPH 80: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 81:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 82:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 83:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 84:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 85:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 86:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis. **ANSWER TO PARAGRAPH 87:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 88: The allegations in this Paragraph contain legal conclusions to which no response is required. To the extent a response is required, Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

H. Caito Defendants

**ANSWER TO PARAGRAPH 89:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 90:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 91:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 92: Bornstein admits only that the Second Amended Complaint purports to collectively refer to certain defendants as "Caito." Bornstein lacks knowledge or information sufficient to admit or deny the remaining allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

<u>ANSWER TO PARAGRAPH 93:</u> Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 94:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 95:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 96:** The allegations in this Paragraph contain legal conclusions to which no response is required. To the extent a response is required, Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

### I. Fisherman's Catch Defendant

**ANSWER TO PARAGRAPH 97:** Bornstein lacks knowledge or information sufficient to admit or deny

the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 98: Bornstein admits only that the Second Amended Complaint purports to collectively refer to certain defendants as "Fishermen's Catch." Bornstein lacks knowledge or information sufficient to admit or deny the remaining allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 99:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 100: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 101: The allegations in this Paragraph contain legal conclusions to which no response is required. To the extent a response is required, Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

#### J. Global Quality Defendants

**ANSWER TO PARAGRAPH 102:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 103:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 104: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 105:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 106: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 107:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 108: The allegations in this Paragraph contain legal conclusions to which no response is required. To the extent a response is required, Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

#### K. Ocean King Defendant

**ANSWER TO PARAGRAPH 109:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 110: Bornstein admits only that the Second Amended Complaint purports to collectively refer to certain defendants as "Ocean King." Bornstein lacks knowledge or information sufficient to admit or deny the remaining allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 111:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 112:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 113:** The allegations in this Paragraph contain legal conclusions to which no response is required. To the extent a response is required, Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this

Paragraph on this basis.

### L. <u>Bornstein Defendants</u>

**ANSWER TO PARAGRAPH 114:** Bornstein admits the allegations in this Paragraph.

ANSWER TO PARAGRAPH 115: Bornstein denies that Astoria Pacific Seafoods, LLC is a corporation, but admits that it is a Washington limited liability company with a principal place of business of 1001 Hilton Ave, Bellingham, Washington, and further admits that a filing with the Washington Secretary of State lists Bornstein Seafoods, Inc. as a governor of Astoria Pacific Seafoods, LLC.

ANSWER TO PARAGRAPH 116: Bornstein denies that Bornstein Seafood, Inc. and Astoria Pacific Seafood, LLC "collectively" do business, but admits that those entities are referred to collectively in the Second Amended Complaint as "Bornstein." Bornstein admits that it owns a facility in Newport, Oregon, that is sometimes referred to as "Bornstein Newport." Bornstein denies the remaining allegations in this Paragraph.

**ANSWER TO PARAGRAPH 117:** Bornstein admits that it employs Andrew Bornstein and Mike Shirley, and otherwise denies the allegations in this Paragraph.

ANSWER TO PARAGRAPH 118: Bornstein admits that it made ex vessel purchases of Dungeness crab in Astoria, Brookings, Garibaldi, and Newport, Oregon and Ilwaco, Washington at various times during the period from 2016 through the present. Bornstein denies the existence of a purported "class" or that a class should be certified in this case.

**ANSWER TO PARAGRAPH 119:** Bornstein denies the allegations in this Paragraph, including the existence of a purported "class" or that a class should be certified in this case.

ANSWER TO PARAGRAPH 120: The allegations in this Paragraph contain legal conclusions to which no response is required. To the extent a response is required, Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

### M. <u>Doe Defendants</u>

**ANSWER TO PARAGRAPH 121:** The allegations in this Paragraph contain legal conclusions to which no response is required. To the extent a response is required, Bornstein denies the allegations in this

Paragraph.

III.

**Agents and Co-Conspirators** 

1

2

3	ANSWER TO PARAGRAPH 122: Bornstein denies the allegations in this Paragraph.
4	ANSWER TO PARAGRAPH 123: Bornstein denies the allegations in this Paragraph.
5	ANSWER TO PARAGRAPH 124: Bornstein denies the allegations in this Paragraph.
6	ANSWER TO PARAGRAPH 125: Bornstein denies the allegations in this Paragraph.
7	ANSWER TO PARAGRAPH 126: The allegations in this Paragraph contain legal conclusions to which
8	no response is required. To the extent a response is required, Bornstein denies the allegations in this
9	Paragraph.
10	ANSWER TO PARAGRAPH 127: The allegations in this Paragraph contain legal conclusions to which
11	no response is required. To the extent a response is required, Bornstein denies the allegations in this
12	Paragraph.
13	ANSWER TO PARAGRAPH 128: The allegations in this Paragraph contain legal conclusions to which
ا 14	no response is required. To the extent a response is required, Bornstein denies the allegations in this
15	Paragraph.
16	ANSWER TO PARAGRAPH 129: Bornstein denies the allegations in this Paragraph.
ا 17	ANSWER TO PARAGRAPH 130: Bornstein denies the allegations in this Paragraph.
18	JURISDICTION, VENUE, AND COMMERCE
19	ANSWER TO PARAGRAPH 131: The allegations in this Paragraph contain legal conclusions to which
20	no response is required. To the extent a response is required, Bornstein admits that the Court has subject
21	matter jurisdiction to the extent Plaintiffs have suffered an injury cognizable under Article III of the United
22	States Constitution.
23	ANSWER TO PARAGRAPH 132: The allegations in this Paragraph contain legal conclusions to which
24	no response is required. To the extent a response is required, Bornstein denies the allegations in this
25	Paragraph, including that Plaintiffs suffered antitrust injury.
26	ANSWER TO PARAGRAPH 133: The allegations in this Paragraph contain legal conclusions to which
27	no response is required. To the extent a response is required, Bornstein admits that venue in this District
28	
	DODNICKED I DEFENDANTS: ANGLIER TO DI ADITIESS GEGOND AMENDED SI AGG A STIONI
	BORNSTEIN DEFENDANTS' ANSWER TO PLAINTIFFS' SECOND AMENDED CLASS ACTION

3

4 5

6

7 8

9

11

1213

14

1516

17

18

1920

21

22

23

24

25

2627

28

is appropriate. Unless expressly admitted, Bornstein denies the allegations in this Paragraph.

**ANSWER TO PARAGRAPH 134:** Bornstein denies the allegations in this Paragraph, including that Bornstein engaged in any anticompetitive conduct.

**ANSWER TO PARAGRAPH 135:** Bornstein denies the allegations in this Paragraph, including that Bornstein engaged in price-fixing or any unlawful activities.

#### INTRADISTRICT ASSIGNMENT

ANSWER TO PARAGRAPH 136: The allegations in this Paragraph contain legal conclusions to which no response is required. To the extent a response is required, Bornstein admits that assignment of this case to the San Francisco Division of the United States District Court for the Northern District of California is proper. Unless expressly admitted, Bornstein denies the allegations in this Paragraph.

#### **FACTUAL ALLEGATIONS**

#### I. Pacific NW Area Ex Vessel Dungeness Crab Industry

ANSWER TO PARAGRAPH 137: Bornstein admits that Dungeness crab is a species of shellfish found in the Pacific Ocean and fished for human consumption. Unless expressly admitted, Bornstein denies the allegations in this Paragraph.

ANSWER TO PARAGRAPH 138: Bornstein admits that Dungeness crab is enjoyed by consumers along the West Coast, including during holidays, and that a portion of the catch is also exported live to markets in China, Korea, Vietnam and other countries. Unless expressly admitted, Bornstein denies the allegations in this Paragraph.

ANSWER TO PARAGRAPH 139: The first sentence of this Paragraph purports to characterize the requirements for obtaining a commercial Dungeness crab fishing permit, which are legal conclusions to which no response is required because each state's permitting requirements for commercial Dungeness crab fishing speak for themselves. To the extent a response is required, Bornstein admits that commercial Dungeness crab fishing requires a permit or a registration, the Dungeness crab fishery is what is known as a "derby" fishery because there are no individual or vessel quotas and crabbers are permitted to catch as many Dungeness crabs as possible during the season. Unless expressly admitted, Bornstein denies the allegations in this Paragraph.

- 1	
1	ANSWER TO PARAGRAPH 140: Bornstein admits the allegations in this Paragraph.
2	ANSWER TO PARAGRAPH 141: Bornstein denies the allegations in this Paragraph.
3	ANSWER TO PARAGRAPH 142: Bornstein admits the allegations as in this Paragraph.
4	ANSWER TO PARAGRAPH 143: Bornstein admits that ex vessel buyers of Dungeness crab for resale
5	are required to hold a receiver license issued by the state in which they make ex vessel purchases. Unless
6	expressly admitted, Bornstein denies the allegations in this Paragraph.
7	ANSWER TO PARAGRAPH 144: Bornstein admits that Bornstein and other buyers resell Dungeness
8	crab either live, fresh cooked, in sections, frozen, or canned. Unless expressly admitted, Bornstein denies
9	the allegations in this Paragraph.
10	ANSWER TO PARAGRAPH 145: Bornstein lacks knowledge or information sufficient to admit or
11	deny the allegations as in this Paragraph, and accordingly denies the allegations in this Paragraph on this
12	basis.
13	ANSWER TO PARAGRAPH 146: Bornstein lacks knowledge or information sufficient to admit or
14	deny the allegations as in this Paragraph, and accordingly denies the allegations in this Paragraph on this
15	basis.
16	ANSWER TO PARAGRAPH 147: Bornstein lacks knowledge or information sufficient to admit or
17	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
18	basis.
19	ANSWER TO PARAGRAPH 148: Bornstein admits that it is a member of the West Coast Seafood
20	Processors Association ("WCSPA") and that WCSPA is a seafood industry trade association whose
21	members operate in Washington, Oregon and California. Unless expressly admitted, Bornstein denies the
22	allegations in this Paragraph.
23	ANSWER TO PARAGRAPH 149: Bornstein denies the allegations in this Paragraph.
24	ANSWER TO PARAGRAPH 150: Bornstein denies the allegations in this Paragraph.
25	ANSWER TO PARAGRAPH 151: Bornstein denies the allegations in this Paragraph.
26	II. Defendants' Price-Fixing Cartel

1 2	A. <u>Defendants' Cartel Arose Out of a Marked Increase in Dungeness Ex Vessel Prices</u> <u>Being Paid to Crabbers in the Pacific NW Area that Started in 2006/2007 Season and Continued Through the 2014/15 Season</u>
3	ANSWER TO PARAGRAPH 152: Bornstein denies the allegations in this Paragraph.
4	ANSWER TO PARAGRAPH 153: Bornstein denies the allegations in this Paragraph.
5	ANSWER TO PARAGRAPH 154: Bornstein lacks knowledge or information sufficient to admit or
6	deny the allegations as in this Paragraph, and accordingly denies the allegations in this Paragraph on this
7	basis.
8	ANSWER TO PARAGRAPH 155: Bornstein admits that Nor-Cal, Ocean King, and ASE purchase
9	Dungeness crab ex vessel. Unless expressly admitted, Bornstein denies the allegations in this Paragraph.
10	ANSWER TO PARAGRAPH 156: Bornstein denies the allegations in this Paragraph.
11	ANSWER TO PARAGRAPH 157: Bornstein denies the allegations in this Paragraph.
12	ANSWER TO PARAGRAPH 158: Bornstein denies the allegations in this Paragraph.
13	ANSWER TO PARAGRAPH 159: Bornstein denies the allegations in this Paragraph.
14	ANSWER TO PARAGRAPH 160: Bornstein admits that there are crab buyers that lack a processing
15	operation in some ports, use independent hoists to offload the crab they purchase, and transport the crab
16	using refrigerated vans. Unless expressly admitted, Bornstein denies the allegations in this Paragraph.
17	ANSWER TO PARAGRAPH 161: Bornstein lacks knowledge or information sufficient to admit or
18	deny the allegations as in this Paragraph, and accordingly denies the allegations in this Paragraph on this
19	basis.
20	ANSWER TO PARAGRAPH 162: Bornstein admits that the ex vessel price received by a crabber for
21	a load of crab can soon be widely known among other crabbers who may then use that information to
22	negotiate with the same or different buyers to purchase their catches. Unless expressly admitted, Bornstein
23	denies the allegations in this Paragraph.
24	ANSWER TO PARAGRAPH 163: Bornstein lacks knowledge or information sufficient to admit or
25	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
26	basis.
27	ANSWER TO PARAGRAPH 164: Bornstein denies the allegations in this Paragraph.
28	<b>ANSWER TO PARAGRAPH 165:</b> Bornstein denies that it entered into any unlawful agreement with 19

BORNSTEIN DEFENDANTS' ANSWER TO PLAINTIFFS' SECOND AMENDED CLASS ACTION COMPLAINT Case No. 3:23-cv-01098-AGT

ll II	
1	other ex vessel buyers. Bornstein lacks knowledge or information sufficient to admit or deny the
2	remaining allegations in this Paragraph, and accordingly denies the remaining allegations in this Paragraph
3	on this basis.
4	ANSWER TO PARAGRAPH 166: Bornstein lacks knowledge or information sufficient to admit or
5	deny the allegations as in this Paragraph, and accordingly denies the allegations in this Paragraph on this
6	basis.
7	ANSWER TO PARAGRAPH 167: Bornstein lacks knowledge or information sufficient to admit or
8	deny the allegations as in this Paragraph, and accordingly denies the allegations in this Paragraph on this
9	basis.
10	ANSWER TO PARAGRAPH 168: Bornstein lacks knowledge or information sufficient to admit or
11	deny the allegations as in this Paragraph, and accordingly denies the allegations in this Paragraph on this
12	basis.
13	ANSWER TO PARAGRAPH 169: Bornstein lacks knowledge or information sufficient to admit or
۱4	deny the allegations as in this Paragraph, and accordingly denies the allegations in this Paragraph on this
15	basis.
16	ANSWER TO PARAGRAPH 170: Bornstein lacks knowledge or information sufficient to admit or
ا 17	deny the allegations in this Paragraph, and accordingly denies those allegations on this basis.
18	ANSWER TO PARAGRAPH 171: Bornstein denies the allegations in this Paragraph.
19	ANSWER TO PARAGRAPH 172: Bornstein denies the allegations in this Paragraph.
20	B. <u>Defendants Have Agreed to Allow Pacific Seafood to Set the Opening Price, which</u>
21	Has Resulted in Delayed Opening and a Lower Opening Price, which Is the Price at which a Large Portion of the Season's Catch Is Traditionally Sold and Which Sets
22	the Baseline Price for the Remainder of the Season
23	ANSWER TO PARAGRAPH 175: Bornstein denies the allegations in this Paragraph.
24	ANSWER TO PARAGRAPH 176: Bornstein denies the allegations in this Paragraph.
25	ANSWER TO PARAGRAPH 177: Bornstein denies the allegations in this Paragraph.
26	ANSWER TO PARAGRAPH 178: Bornstein denies the allegations in this Paragraph.
27	ANSWER TO PARAGRAPH 179: Bornstein denies the allegations in this Paragraph.
- 11	

#### 1 1. 2019/20 Pacific NW Area Dungeness Crab Season ANSWER TO PARAGRAPH 180: Bornstein admits the existence of a document containing the 2 language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the 3 allegations in this Paragraph. 4 ANSWER TO PARAGRAPH 181: Bornstein admits the existence of a document containing the 5 language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the 6 allegations in this Paragraph. 7 ANSWER TO PARAGRAPH 182: Bornstein admits the existence of a document containing the 8 language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the 9 allegations in this Paragraph. 10 ANSWER TO PARAGRAPH 183: Bornstein admits the existence of a document containing the 11 language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the 12 allegations in this Paragraph. 13 ANSWER TO PARAGRAPH 184: Bornstein admits the existence of a document containing the 14 language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the 15 allegations in this Paragraph. 16 **ANSWER TO PARAGRAPH 185:** Bornstein denies the allegations in this Paragraph. 17 18 2. 2020/21 Pacific NW Area Dungeness Crab Season **ANSWER TO PARAGRAPH 186:** Bornstein denies the allegations in this Paragraph. 19 **ANSWER TO PARAGRAPH 187:** Bornstein denies the allegations in this Paragraph. 20 ANSWER TO PARAGRAPH 188: Bornstein admits the existence of a document containing the 21 language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the 22 allegations in this Paragraph. 23 ANSWER TO PARAGRAPH 189: Bornstein admits the existence of a document containing the 24 language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the 25 allegations in this Paragraph. 26 ANSWER TO PARAGRAPH 190: Bornstein admits the existence of a document containing the 27 language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the 28

ANSWER TO PARAGRAPH 200: Bornstein lacks knowledge or information sufficient to admit or

27

ANSWER TO PARAGRAPH 209: Bornstein lacks knowledge or information sufficient to admit or

27

1	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
2	basis.
3	ANSWER TO PARAGRAPH 210: Bornstein lacks knowledge or information sufficient to admit or
4	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
5	basis.
6	ANSWER TO PARAGRAPH 211: Bornstein denies the allegation of the existence of any cartel or price
7	fixing agreement. Bornstein lacks knowledge or information sufficient to admit or deny the remaining
8	allegations in this Paragraph, and accordingly denies the remaining allegations in this Paragraph on this
9	basis.
10	ANSWER TO PARAGRAPH 212: Bornstein lacks knowledge or information sufficient to admit or
11	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
12	basis.
13	ANSWER TO PARAGRAPH 213: Bornstein lacks knowledge or information sufficient to admit or
14	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
15	basis.
16	ANSWER TO PARAGRAPH 214: Bornstein lacks knowledge or information sufficient to admit or
17	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
18	basis.
19	ANSWER TO PARAGRAPH 215: Bornstein lacks knowledge or information sufficient to admit or
20	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
21	basis.
22	ANSWER TO PARAGRAPH 216: Bornstein lacks knowledge or information sufficient to admit or
23	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
24	basis.
25	ANSWER TO PARAGRAPH 217: Bornstein lacks knowledge or information sufficient to admit or
26	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
27	basis.
28	

- **ANSWER TO PARAGRAPH 218:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
- ANSWER TO PARAGRAPH 219: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
- ANSWER TO PARAGRAPH 220: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

#### 5. 2023/24 Pacific NW Area Dungeness Crab Season

- **ANSWER TO PARAGRAPH 221:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
- ANSWER TO PARAGRAPH 222: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
- ANSWER TO PARAGRAPH 223: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
- ANSWER TO PARAGRAPH 224: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
- ANSWER TO PARAGRAPH 225: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
- ANSWER TO PARAGRAPH 226: Bornstein admits only that Mike Shirley attended the "2023 Dungeness Crab Price Negotiations" organized by the Oregon Department of Agriculture. Unless

1	expressly admitted, Bornstein demes the anegations in this Paragraph.	
2	ANSWER TO PARAGRAPH 227: Bornstein admits only that Mike Shirley attended the "2023	
3	Dungeness Crab Price Negotiations" organized by the Oregon Department of Agriculture. Unless	
4	expressly admitted, Bornstein denies the allegations in this Paragraph	
5	ANSWER TO PARAGRAPH 228: Bornstein lacks knowledge or information sufficient to admit or	
6	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this	
7	basis.	
8	ANSWER TO PARAGRAPH 229: Bornstein lacks knowledge or information sufficient to admit or	
9	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this	
10	basis.	
11	C. After the Opening, Defendants Closely Coordinate With One Another on Ex Vessel	
12	<u>Prices</u>	
13	ANSWER TO PARAGRAPH 230: Bornstein denies the allegations in this Paragraph.	
14	ANSWER TO PARAGRAPH 231: Bornstein denies the allegations in this Paragraph.	
15	ANSWER TO PARAGRAPH 232: Bornstein denies the allegations in this Paragraph.	
16	ANSWER TO PARAGRAPH 233: Bornstein denies the allegations in this Paragraph.	
17	ANSWER TO PARAGRAPH 234: Bornstein admits the existence of a document containing the	
18	language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the	
19	allegations in this Paragraph.	
20	ANSWER TO PARAGRAPH 235: Bornstein admits the existence of a document containing the	
21	language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the	
22	allegations in this Paragraph.	
23	ANSWER TO PARAGRAPH 236: Bornstein admits the existence of a document containing the	
24	language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the	
25	allegations in this Paragraph.	
26	ANSWER TO PARAGRAPH 237: Bornstein admits the existence of a document containing the	
27	language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the	
28	26	
	<del></del>	

1 allegations in this Paragraph. 2 ANSWER TO PARAGRAPH 238: Bornstein admits the existence of a document containing the 3 language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the 4 allegations in this Paragraph. 5 ANSWER TO PARAGRAPH 239: Bornstein denies the allegations in the first sentence of this Paragraph. Bornstein lacks knowledge or information sufficient to admit or deny the allegations in the 6 7 second sentence of this Paragraph, and accordingly denies the allegations in the second sentence of this 8 Paragraph on this basis. 9 **ANSWER TO PARAGRAPH 240:** Bornstein denies the allegations in this Paragraph. 10 ANSWER TO PARAGRAPH 241: Bornstein admits the existence of a document containing the 11 language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the 12 allegations in this Paragraph. 13 ANSWER TO PARAGRAPH 242: Bornstein admits the existence of a document containing the 14 language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the 15 allegations in this Paragraph. 16 ANSWER TO PARAGRAPH 243: Bornstein admits the existence of a document containing the 17 language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the 18 allegations in this Paragraph. 19 ANSWER TO PARAGRAPH 244: Bornstein admits the existence of a document containing the 20 language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the 21 allegations in this Paragraph. 22 ANSWER TO PARAGRAPH 245: Bornstein admits the existence of a document containing the 23 language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the 24 allegations in this Paragraph. 25 ANSWER TO PARAGRAPH 246: Bornstein admits the existence of a document containing the 26 language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the

27

28

allegations in this Paragraph.

- ANSWER TO PARAGRAPH 247: Bornstein admits the existence of a document containing the language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the allegations in this Paragraph.
- ANSWER TO PARAGRAPH 248: Bornstein admits the existence of a document containing the language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the allegations in this Paragraph.
- ANSWER TO PARAGRAPH 249: Bornstein admits the existence of a document containing the language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the allegations in this Paragraph.
- ANSWER TO PARAGRAPH 250: Bornstein admits the existence of a document containing the language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the allegations in this Paragraph.
- ANSWER TO PARAGRAPH 251: Bornstein admits the existence of a document containing the language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the allegations in this Paragraph.
- ANSWER TO PARAGRAPH 252: Bornstein denies the allegations in this Paragraph.
  - ANSWER TO PARAGRAPH 253: Bornstein admits the existence of a document containing the language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the allegations in this Paragraph.
  - ANSWER TO PARAGRAPH 254: Bornstein admits the existence of a document containing the language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the allegations in this Paragraph.
  - ANSWER TO PARAGRAPH 255: Bornstein admits the existence of a document containing the language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the allegations in this Paragraph.
  - ANSWER TO PARAGRAPH 256: Bornstein admits the existence of a document containing the language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the

allegations in this Paragraph.

- **ANSWER TO PARAGRAPH 257:** Bornstein denies the allegations in this Paragraph.
- ANSWER TO PARAGRAPH 258: Bornstein denies the allegations in this Paragraph.
  - ANSWER TO PARAGRAPH 259: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
    - D. <u>Defendants Have Consolidated Their Control of the Pacific NW Area Ex Vessel</u>

      <u>Dungeness Crab Market by Purchasing and in Many Cases Shutting Down Erstwhile</u>

      <u>Competitors, Entering Into Exclusivity Arrangements with Port Operators, and Limiting Non-Cartel Members' Access to Hoists</u>

#### 1. <u>Pacific Seafood</u>

- **ANSWER TO PARAGRAPH 260:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
- ANSWER TO PARAGRAPH 261: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
- **ANSWER TO PARAGRAPH 262:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
- **ANSWER TO PARAGRAPH 263:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
- **ANSWER TO PARAGRAPH 264:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
- **ANSWER TO PARAGRAPH 265:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this

1 basis. 2 ANSWER TO PARAGRAPH 266: Bornstein lacks knowledge or information sufficient to admit or 3 deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this 4 basis. 5 ANSWER TO PARAGRAPH 267: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this 6 7 basis. 8 ANSWER TO PARAGRAPH 268: Bornstein lacks knowledge or information sufficient to admit or 9 deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this 10 basis. 11 ANSWER TO PARAGRAPH 269: Bornstein lacks knowledge or information sufficient to admit or 12 deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this 13 basis. 14 **ANSWER TO PARAGRAPH 270:** Bornstein lacks knowledge or information sufficient to admit or 15 deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this 16 basis. 17 **ANSWER TO PARAGRAPH 270:** Bornstein lacks knowledge or information sufficient to admit or 18 deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this 19 basis. 20 ANSWER TO PARAGRAPH 271: Bornstein lacks knowledge or information sufficient to admit or 21 deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this 22 basis. 23 ANSWER TO PARAGRAPH 272: Bornstein lacks knowledge or information sufficient to admit or 24 deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this 25 basis. 26 2. **Ilwaco Landing Fishermen** 

30

ANSWER TO PARAGRAPH 273: Bornstein admits only that on or around February 25, 2022, it

27

acquired Fishpeople Seafood. Bornstein lacks knowledge or information sufficient to admit or deny the remaining allegations in this Paragraph, and accordingly denies the remaining allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 274:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on that basis.

**ANSWER TO PARAGRAPH 275:** Bornstein admits the allegations in this Paragraph.

ANSWER TO PARAGRAPH 276: Bornstein admits only that it operates in Ilwaco, Washington. Bornstein lacks knowledge or information sufficient to admit or deny the remaining allegations in this Paragraph, and accordingly denies the remaining allegations in this Paragraph on this basis.

#### 3. Trinidad

**ANSWER TO PARAGRAPH 277:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 278:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 279:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 280: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

#### 4. Eureka

ANSWER TO PARAGRAPH 281: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 291:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 292:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

#### 3. San Francisco

ANSWER TO PARAGRAPH 293: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 294:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, accordingly denies the allegations in this Paragraph on this basis.

#### 4. <u>Crescent City</u>

**ANSWER TO PARAGRAPH 295:** Bornstein denies the allegations in this Paragraph.

ANSWER TO PARAGRAPH 296: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 297:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 298:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

# F. <u>Defendants Aggressively Coerce Compliance by Each Other by and by Other Buyers with the Agreed Upon Pricing</u>

1. <u>During the 2022/23 and 2023/24 Seasons, a New Buyer Sought to Capture Market Share by Offering Higher Prices; Defendants Sought to Bring Himinto the Cartel and When This Failed Inflicted Repeated Punishments</u>

ANSWER TO PARAGRAPH 300: Bornstein lacks knowledge or information sufficient to admit or

deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 301:** Bornstein denies the allegations in this Paragraph.

a. <u>January 2023: Nor-Cal's Kevin Lee and Pacific Seafood's Frank</u>
<u>Dulcich Solicited Confidential Buyer Informant #1 to Participate in Cartel, Then Punished him When He Refused</u>

ANSWER TO PARAGRAPH 302: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 303:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 304:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 305:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 306:** Bornstein denies the allegation in the Paragraph of the purported existence of any cartel. Bornstein lacks knowledge or information sufficient to admit or deny the remaining allegations in this Paragraph, and accordingly denies the remaining allegations in this Paragraph on this basis.

b. <u>In Early 2023, Safe Coast's Max Boland Tried to Get Confidential</u>
Buyer Informant to Toe the Cartel's Line on Ex Vessel Prices Set by
Pacific Seafood

**ANSWER TO PARAGRAPH 307:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 308: Bornstein lacks knowledge or information sufficient to admit or

deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

c. February/March 2023: In Response to Confidential Buyer Informant #1's Publicized Offer of a Higher Ex Vessel Price, Multiple Cartel Members Told Confidential Buyer Informant #1 to Lower His Ex Vessel Price

**ANSWER TO PARAGRAPH 309:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 310:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 311:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

#### d. <u>April/May 2023: More Cartel Members Tell Confidential Buyer</u> Informant to Lower His Ex Vessel Price

**ANSWER TO PARAGRAPH 312:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 313:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

## e. <u>July/August 2023: Pacific Seafood Interfere in Confidential Informant's Effort to Establish a Buyer Operation in Eureka</u>

**ANSWER TO PARAGRAPH 314:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

1	ANSWER TO PARAGRAPH 315: Bornstein lacks knowledge or information sufficient to admit or
2	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
3	basis.
4	ANSWER TO PARAGRAPH 316: Bornstein lacks knowledge or information sufficient to admit or
5	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
6	basis.
7	ANSWER TO PARAGRAPH 299: Bornstein lacks knowledge or information sufficient to admit or
8	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
9	basis.
10	f. August 2023: Bornstein's Andrew Bornstein and Mike Shirley Offer
11	Confidential Buyer Informant Significant Benefits if He Joins the Cartel in the up Coming Season
12	ANSWER TO PARAGRAPH 300: Bornstein denies the allegations in this Paragraph.
13	ANSWER TO PARAGRAPH 301: Bornstein denies the allegations in this Paragraph.
14	ANSWER TO PARAGRAPH 302: Bornstein denies the allegations in this Paragraph.
15	g. <u>Early/Mid-December 2023: Pacific Seafood's Brett Hester Threatened</u> Confidential Buyer Informant #1 After He Did Not Comply With
16	Pacific Seafood's Opening Price Instruction
17	ANSWER TO PARAGRAPH 303: Bornstein lacks knowledge or information sufficient to admit or
18	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
19	basis.
20	ANSWER TO PARAGRAPH 304: Bornstein lacks knowledge or information sufficient to admit or
21	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
22	basis.
23	ANSWER TO PARAGRAPH 305: Bornstein lacks knowledge or information sufficient to admit or
24	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
25	basis.
26	h. <u>Late December 2023: Nor-Cal's Kevin Lee Again Sought to Bring</u> <u>Confidential Buyer Informant #1 into the Cartel</u>
27	Commencial Dayer intormate #1 into the Carter
28	
l	36

1	
2	ĺ
3	
4	
5	
6	
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	ĺ
24	ĺ
25	
26	ĺ
27	
28	

**ANSWER TO PARAGRAPH 306:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 307:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 308:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 309:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

# i. <u>December 2023/January 2024: Pacific Seafood Instructs Other Defendants Not to Do Business With Confidential Buyer Informant #1</u>

ANSWER TO PARAGRAPH 310: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 311:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 312:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

# j. Early-January 2024: Confidential Buyer Informant #1 Is Threatened by Cartel Members for Raising Ex Vessel Prices and Has Business Deals Interfered With as Punishment

**ANSWER TO PARAGRAPH 313:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 314:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 315:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 316:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 317:** Bornstein denies the existence of any agreement on price, and otherwise lacks knowledge or information sufficient to admit or deny the remaining allegations in this Paragraph, and accordingly denies the remaining allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 318:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

# k. <u>January 2024: Defendants Take a Series of Actions in Charleston, OR</u> to Punish Buyer Informant #1 and Drive Him Out of Port

**ANSWER TO PARAGRAPH 319:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 320:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 321:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 322: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this

basis.

2	ANSWER TO PARAGRAPH 323: Bornstein lacks knowledge or information sufficient to admit or
3	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
4	basis.
5	ANSWER TO PARAGRAPH 324: Bornstein lacks knowledge or information sufficient to admit or
6	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
7	basis.
8	ANSWER TO PARAGRAPH 325: Bornstein lacks knowledge or information sufficient to admit or
9	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
10	basis.
11	ANSWER TO PARAGRAPH 326: Bornstein lacks knowledge or information sufficient to admit or
12	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
13	basis.
14	ANSWER TO PARAGRAPH 327: Bornstein lacks knowledge or information sufficient to admit or
15	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
16	basis.
17	ANSWER TO PARAGRAPH 328: Bornstein lacks knowledge or information sufficient to admit or
18	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
19	basis.
20	ANSWER TO PARAGRAPH 329: Bornstein lacks knowledge or information sufficient to admit or
21	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
22	basis.
23	ANSWER TO PARAGRAPH 330: Bornstein lacks knowledge or information sufficient to admit or
24	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
25	basis.
26	ANSWER TO PARAGRAPH 331: Bornstein lacks knowledge or information sufficient to admit or
27	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
28	
	39 BORNSTEIN DEFENDANTS' ANSWER TO PLAINTIFFS' SECOND AMENDED CLASS ACTION
	DOMESTERS DELECTION AND WERE TO LEARNING SECOND AMENDED CEASS ACTION

basis.

ANSWER TO PARAGRAPH 332: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

1. <u>Mid/Late-January 2024: Representatives of Defendants and Other Co-Conspirators Met at San Francisco's Pier 45 and Devised a Plan to Run</u> Confidential Buyer Informant #1 Out of Business

**ANSWER TO PARAGRAPH 333:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis..

**ANSWER TO PARAGRAPH 334:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 335:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 336:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 337:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 338:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 339:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

- **ANSWER TO PARAGRAPH 340:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
- **ANSWER TO PARAGRAPH 341:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis...
- **ANSWER TO PARAGRAPH 342:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
  - 2. Other Buyers Have Also Been Threatened by Defendants About Breaking Ranks on Price and Have Been Punished for Doing So
    - a. <u>Early-January 2023: Nor-Cal and Unnamed Co-conspirator #1</u>

      <u>Dropped the Ex Vessel Prices They Were Offering After Being Warned By Defendants to Toe the Line</u>
- **ANSWER TO PARAGRAPH 343:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
- **ANSWER TO PARAGRAPH 344:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
  - b. <u>Mid-January 2023: Pacific Seafood Flooded the Sell-Side Markets of Non-Compliant Buyers with Cheap Crabs</u>
- **ANSWER TO PARAGRAPH 345:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
- **ANSWER TO PARAGRAPH 346:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.
- ANSWER TO PARAGRAPH 347: Bornstein lacks knowledge or information sufficient to admit or

1	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
2	basis.
3	c. <u>Late-December 2023: Pacific Seafood Sent Buyers, Including Non-</u>
4	Cartel Members, a Warning About Paying Over the Ex Vessel Price Set By It
5	ANSWER TO PARAGRAPH 348: Bornstein lacks knowledge or information sufficient to admit or
6	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
7	basis.
8	ANSWER TO PARAGRAPH 349: Bornstein lacks knowledge or information sufficient to admit or
9	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
10	basis.
11   12	d. Pacific Seafood Uses Its Dominance in Other Areas of Seafood to Enforce Compliance with the Cartel's Dungeness Crab Pricing Dictates
13	ANSWER TO PARAGRAPH 350: Bornstein lacks knowledge or information sufficient to admit or
14	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
15	basis.
16	ANSWER TO PARAGRAPH 351: Bornstein admits that it buys and sells fish species in addition to
17	Dungeness crab. Unless expressly admitted, Bornstein denies the allegations in this Paragraph.
18 19	3. As a Result, When Defendants and Other Buyers Pay Ex Vessel Prices Above the "Fixed Price" They Seek to Hide that Fact, Which Doesn't Make
20	Economic Sense Absent a Price-Fixing Agreement  ANSWER TO PARAGRAPH 352: Bornstein denies the allegations in this Paragraph.
21	ANSWER TO PARAGRAPH 353: Bornstein denies the allegations in this Paragraph.
22	ANSWER TO PARAGRAPH 354: Bornstein lacks knowledge or information sufficient to admit or
23	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
24	basis.
25	ANSWER TO PARAGRAPH 355: Bornstein denies the allegations in this Paragraph.
26	ANSWER TO PARAGRAPH 356: Bornstein denies the allegations in this Paragraph.
27	ANSWER TO PARAGRAPH 357: Bornstein denies the allegations in this Paragraph.
28	
	42

1 **ANSWER TO PARAGRAPH 358:** Bornstein denies the allegations in this Paragraph. 2 ANSWER TO PARAGRAPH 359: Bornstein lacks knowledge or information sufficient to admit or 3 deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this 4 basis. 5 ANSWER TO PARAGRAPH 360: Bornstein lacks knowledge or information sufficient to admit or 6 deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this 7 basis. 8 ANSWER TO PARAGRAPH 361: Bornstein lacks knowledge or information sufficient to admit or 9 deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this 10 basis. 11 **ANSWER TO PARAGRAPH 362:** The California Department of Fish and Wildlife's landing records 12 speak for themselves and do not require a response. To the extent a response is required, Bornstein lacks 13 knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly 14 denies the allegations in this Paragraph on this basis. 15 ANSWER TO PARAGRAPH 363: Bornstein lacks knowledge or information sufficient to admit or 16 deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this 17 basis. 18 ANSWER TO PARAGRAPH 364: Bornstein lacks knowledge or information sufficient to admit or 19 deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this 20 basis. 21 ANSWER TO PARAGRAPH 365: Bornstein lacks knowledge or information sufficient to admit or 22 deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this 23 basis. 24 **ANSWER TO PARAGRAPH 366:** Bornstein denies the allegations in this Paragraph. 25 **ANSWER TO PARAGRAPH 367:** Bornstein lacks knowledge or information sufficient to admit or 26 deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this 27 basis.

**ANSWER TO PARAGRAPH 379:** Bornstein denies the allegations in this Paragraph.

27

**ANSWER TO PARAGRAPH 380:** Bornstein denies the allegations in this Paragraph.

**ANSWER TO PARAGRAPH 381:** Bornstein denies the allegations in this Paragraph.

#### 1. Pacific Seafood

**ANSWER TO PARAGRAPH 400:** Bornstein admits that the seasons for Dungeness crab and for other fisheries are only open certain months of the year and that some commercial fishers participate in more than one fishery. Unless expressly admitted, Bornstein denies the allegations in this Paragraph.

**ANSWER TO PARAGRAPH 401:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 402: Bornstein admits the existence of a document containing the language quoted in this Paragraph, in addition to language that is not quoted, and otherwise denies the allegations in this Paragraph.

**ANSWER TO PARAGRAPH 403:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 404: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

#### 2. Hallmark

**ANSWER TO PARAGRAPH 405:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

**ANSWER TO PARAGRAPH 406:** Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this basis.

ANSWER TO PARAGRAPH 407: Bornstein lacks knowledge or information sufficient to admit or deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this

1	basis.
2	ANSWER TO PARAGRAPH 408: Bornstein lacks knowledge or information sufficient to admit or
3	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
4	basis.
5	ANSWER TO PARAGRAPH 409: Bornstein lacks knowledge or information sufficient to admit or
6	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
7	basis.
8	ANSWER TO PARAGRAPH 410: Bornstein lacks knowledge or information sufficient to admit or
9	deny the allegations in this Paragraph, , and accordingly denies the allegations in this Paragraph on this
10	basis.
11	ANSWER TO PARAGRAPH 411: Bornstein lacks knowledge or information sufficient to admit or
12	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
13	basis.
14	ANSWER TO PARAGRAPH 412: Bornstein lacks knowledge or information sufficient to admit or
15	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
16	basis.
17	ANSWER TO PARAGRAPH 413: Bornstein lacks knowledge or information sufficient to admit or
18	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
19	basis.
20	3. Ocean Gold
21	ANSWER TO PARAGRAPH 414: Bornstein lacks knowledge or information sufficient to admit or
22	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
23	basis.
24	ANSWER TO PARAGRAPH 415: Bornstein lacks knowledge or information sufficient to admit or
25	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
26	basis.
27	III. <u>Buyers Who Are Not Part of the Cartel, Nonetheless, Generally Obey Its Pricing Dictates in Order to Avoid Retaliatory Actions by Defendants</u>

1	ANSWER TO PARAGRAPH 416: Bornstein denies the allegations in this Paragraph.
2	ANSWER TO PARAGRAPH 382: Bornstein lacks knowledge or information sufficient to admit or
3	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
4	basis.
5	ANSWER TO PARAGRAPH 383: Bornstein denies the allegations in this Paragraph.
6	ANSWER TO PARAGRAPH 384: Bornstein denies the allegations in this Paragraph.
7	ANTITRUST INJURY
8	ANSWER TO PARAGRAPH 385: Bornstein denies the allegations in this Paragraph.
9	ANSWER TO PARAGRAPH 386: Bornstein denies the allegations in this Paragraph.
10	ANSWER TO PARAGRAPH 387: Bornstein denies the allegations in this Paragraph.
11	ANSWER TO PARAGRAPH 388: Bornstein denies the allegations in this Paragraph.
12	ANSWER TO PARAGRAPH 389: Bornstein denies the allegations in this Paragraph.
13	CLASS ACTION ALLEGATIONS
14	ANSWER TO PARAGRAPH 390: The allegations in this Paragraph contain legal conclusions to which
15	no response is required. To the extent a response is required, Bornstein denies the allegations in this
16	Paragraph. Bornstein denies the existence of a "class" or that any class should be certified in this case.
17	ANSWER TO PARAGRAPH 391: The allegations in this Paragraph contain legal conclusions to which
18	no response is required. To the extent a response is required, Bornstein denies the allegations in this
19	Paragraph. Bornstein denies the existence of a "class" or that any class should be certified in this case.
20	ANSWER TO PARAGRAPH 392: Bornstein admits that the Second Amended Complaint purports to
21	exclude from the alleged putative classes they propose: Defendants, their parent companies, subsidiaries
22	and affiliates, officers, executives, and employees; Defendants' attorneys in this case; federal government
23	entities and instrumentalities; states or their subdivisions; and all judges and jurors assigned to this case,
24	and denies that a class should be certified in this case.
25	ANSWER TO PARAGRAPH 393: The allegations in this Paragraph contain legal conclusions to which
26	no response is required. To the extent a response is required, Bornstein denies the allegations in this
27	Paragraph, and denies that a class should be certified in this case.
28	47

1	ANSWER TO PARAGRAPH 394: Bornstein denies the allegations in this Paragraph and further denies
2	that a class should be certified in this case.
3	ANSWER TO PARAGRAPH 395: The allegations in this Paragraph contain legal conclusions to which
4	no response is required. To the extent a response is required, Bornstein denies the allegations in this
5	Paragraph and further denies that a class should be certified in this case.
6	ANSWER TO PARAGRAPH 396: The allegations in this Paragraph contain legal conclusions to which
7	no response is required. To the extent a response is required, Bornstein denies the allegations in this
8	Paragraph and further denies that a class should be certified in this case.
9	ANSWER TO PARAGRAPH 397: The allegations in this Paragraph contain legal conclusions to which
10	no response is required. To the extent a response is required, Bornstein denies the allegations in this
11	Paragraph and further denies that a class should be certified in this case.
12	ANSWER TO PARAGRAPH 398: The allegations in this Paragraph contain legal conclusions to which
13	no response is required. To the extent a response is required, Bornstein denies the allegations in this
14	Paragraph and further denies that a class should be certified in this case.
15	ANSWER TO PARAGRAPH 399: The allegations in this Paragraph contain legal conclusions to which
16	no response is required. To the extent a response is required, Bornstein denies the allegations in this
17	Paragraph and further denies that a class should be certified in this case.
18	ANSWER TO PARAGRAPH 400: Bornstein lacks knowledge or information sufficient to admit or
19	deny the allegations in this Paragraph, and accordingly denies the allegations in this Paragraph on this
20	basis and further denies that a class should be certified in this case.
21	DELAYED DISCOVERY/FRAUDULENT CONCEALMENT
22	ANSWER TO PARAGRAPH 401: Bornstein denies the allegations in this Paragraph.
23	ANSWER TO PARAGRAPH 437: Bornstein denies the allegations in this Paragraph.
24	ANSWER TO PARAGRAPH 402: Bornstein denies the allegations in this Paragraph.
25	ANSWER TO PARAGRAPH 403: Bornstein denies the allegations in this Paragraph.
26	ANSWER TO PARAGRAPH 404: Bornstein denies the allegations in this Paragraph.
27	ANSWER TO PARAGRAPH 405: Bornstein denies the allegations in this Paragraph.
28	

1	ANSWER TO PARAGRAPH 406: Bornstein denies the allegations in this Paragraph.
2	CLAIMS FOR RELIEF
3	FIRST CAUSE OF ACTION
4	Unlawful Agreements in Restraint of Trade in Violation of Section 1 of the Sherman Act,
5	15 U.S.C. § 1
6	(Against All Defendants on Behalf of Plaintiffs and the Sherman Act Class)
7	ANSWER TO PARAGRAPH 407: Bornstein incorporates its responses to Paragraphs 1-442 as if each
8	were fully set forth herein.
9	ANSWER TO PARAGRAPH 408: Bornstein denies the allegations in this Paragraph.
10	ANSWER TO PARAGRAPH 409: Bornstein denies the allegations in this Paragraph.
11	ANSWER TO PARAGRAPH 410: Bornstein denies the allegations in this Paragraph.
12	ANSWER TO PARAGRAPH 411: Bornstein denies the allegations in this Paragraph.
13	ANSWER TO PARAGRAPH 412: Bornstein denies the allegations in this Paragraph.
14	ANSWER TO PARAGRAPH 413: Bornstein denies the allegations in this Paragraph.
15	ANSWER TO PARAGRAPH 414: Bornstein denies the allegations in this Paragraph.
16	ANSWER TO PARAGRAPH 415: Bornstein denies the allegations in this Paragraph.
17	ANSWER TO PARAGRAPH 452: Bornstein denies the allegations in this Paragraph.
18	SECOND CAUSE OF ACTION
19	Combination in Restraint of Trade in Violation of the California Cartwright Act, Cal. Bus. and
20	Prof. Code Sections 16720, et seq.
21	(Against All Defendants on Behalf of Plaintiffs and the California Class)
22	ANSWER TO PARAGRAPH 416: Bornstein incorporates its responses to Paragraphs 1-452 as if each
23	were fully set forth herein.
24	ANSWER TO PARAGRAPH 417: Bornstein denies the allegations in this Paragraph.
25	ANSWER TO PARAGRAPH 418: Bornstein denies the allegations in this Paragraph.
26	ANSWER TO PARAGRAPH 419: Bornstein denies the allegations in this Paragraph.
27	ANSWER TO PARAGRAPH 420: Bornstein denies the allegations in this Paragraph.
28	40

1	ANSWER TO PARAGRAPH 421: Bornstein denies the allegations in this Paragraph.
2	THIRD CAUSE OF ACTION
3	Violation of the California Unfair Competition Law, Cal. Bus and Prof. Code § 17200, et seq.
4	(Against All Defendants on Behalf of Plaintiff Little and the California Class)
5	ANSWER TO PARAGRAPH 422: Bornstein incorporates its responses to Paragraphs 1-458 as if each
6	were fully set forth herein.
7	ANSWER TO PARAGRAPH 423: Bornstein denies the allegations in this Paragraph.
8	ANSWER TO PARAGRAPH 424: Bornstein denies the allegations in this Paragraph.
9	ANSWER TO PARAGRAPH 425: Bornstein denies the allegations in this Paragraph.
10	ANSWER TO PARAGRAPH 426: Bornstein denies the allegations in this Paragraph.
11	ANSWER TO PARAGRAPH 427: Bornstein denies the allegations in this Paragraph.
12	FOURTH CAUSE OF ACTION
13	For Declaratory Relief Under 28 U.S.C. § 2201
14	(Against All Defendants on Behalf of Plaintiff and All Classes)
15	ANSWER TO PARAGRAPH 428: Bornstein incorporates its responses to Paragraphs 1-464 as if each
16	were fully set forth herein.
17	ANSWER TO PARAGRAPH 429: Bornstein denies the allegations in this Paragraph.
18	PRAYER FOR RELIEF
19	ANSWER TO PRAYER FOR RELIEF: Bornstein denies that Plaintiffs are entitled to certification of
20	any class, declaratory judgment, damages of any kind, injunctive relief of any kind, or any of the other
21	relief they purport to seek and accordingly, Bornstein denies each and every factual allegation contained
22	in Plaintiffs' "PRAYER FOR RELIEF" and all of its subparts, including Paragraphs 1-6.
23	DEMAND FOR JURY TRIAL
24	ANWER TO PRAYER FOR RELIEF AND DEMAND FOR JURY: No response is necessary to
25	Plaintiffs' demand for a jury trial.
26	ADDITIONAL AND AFFIRMATIVE DEFENSES
27	1. Without admitting the existence of any contract, combination, or conspiracy in restraint or

trade, and expressly denying same, by way of avoidance and as a precautionary matter Bornstein also asserts the following defenses to Plaintiffs' alleged causes of action.

- 2. By alleging the matters set forth in Paragraphs 1 through 30 below, Bornstein does not allege or admit that it has the burden of proof with respect to any of said matters, or that Plaintiffs have properly asserted any cause of action against Bornstein.
- 3. Bornstein adopts and incorporates by reference any and all other additional or affirmative defenses asserted or to be asserted by any other Defendant in this proceeding to the extent that Bornstein may share in such defenses.
- 4. Bornstein has not knowingly or intentionally waived any applicable defenses and explicitly reserves the right to assert and rely on such other applicable defenses as may become available or apparent during discovery proceedings. Bornstein further reserves the right to amend its Answer and/or defenses accordingly, and/or delete defenses that it determines are not applicable as this action proceeds up to and including the time of trial.
- 5. In Paragraphs 1 through 30 below, "Plaintiffs" refers to both the named Plaintiffs and members of the putative class.
- 6. Without admitting any of the allegations of the Second Amended Complaint, Bornstein alleges additional and affirmative defenses as follows:

#### **FIRST DEFENSE**

#### (Lack of Standing)

- 7. Plaintiffs' claims are barred, in whole or in part, because Plaintiffs lack standing to sue for the injuries alleged in the Second Amended Complaint.
- 8. Claims of putative class members also fail for lack of standing. Bornstein reserves the right to challenge the standing of each putative class member.

#### SECOND DEFENSE

#### (Failure to State a Claim)

9. Plaintiffs' and putative class members' purported causes of action, and each of them, considered separately or as a whole, fail to state a claim upon which relief can be granted.

2

4 5

6

7

8

11

10

13

12

14

15

16

1718

19

20

21

2223

24

25

26

27

28

#### THIRD DEFENSE

#### (Lack of Damages)

10. Plaintiffs' and putative class members' claims are barred, in whole or in part, because Plaintiffs and putative class members have suffered no injury or damages as a result of the matters alleged in the Second Amended Complaint. To the extent that Plaintiffs and putative class members purportedly suffered injury or damage, which Bornstein denies, Bornstein further contends that any such purported injury or damage was not by reason of any act or omission of Bornstein.

#### **FOURTH DEFENSE**

#### (Failure to Mitigate Damages)

11. Plaintiffs' and putative class members' claims are barred, in whole or in part, to the extent that Plaintiffs failed to take all necessary, reasonable, and appropriate actions to mitigate their alleged damages, if any.

#### FIFTH DEFENSE

#### (Lack of Antitrust Injury)

12. Plaintiffs' claims are barred, in whole or in part, because they suffered no antitrust injury (i.e., a type of injury that the antitrust laws were intended to remedy). Among other things, Plaintiffs have not sustained any injury, cognizable damage, or other harm as a result of conduct alleged in the Second Amended Complaint, or any alleged harm is too remote, because, among other things, Plaintiffs did not sell Dungeness crab ex vessel to Bornstein within the limitations period, or to any ex vessel purchasers participating in the alleged conspiracy. In addition, Plaintiff Burns has never sold Dungeness crab ex vessel and does not have the legal right to assert claims that may have belonged to her deceased husband. Claims of putative class members also fail for lack of standing. Bornstein reserves the right to challenge the antitrust standing of each putative class member.

#### SIXTH DEFENSE

#### (Lack of Harm to Competition)

13. Plaintiffs' and putative class members' claims are barred, in whole or in part, because Bornstein's actions did not lessen competition in the relevant market.

## 2

3

# 4

5

# 6

## 7 8

### 9

#### 10

# 1112

## 13

# 1415

### 16

### 17

### 18

## 19

# 2021

## 22

# 2324

### 25

# 2627

## 28

#### SEVENTH DEFENSE

#### (State Action Doctrine)

14. Plaintiffs' and putative class members' claims are barred, in whole or in part, by immunity granted directly by state law or by the state action doctrine, *see Parker v. Brown*, 317 U.S. 341 (1943). Plaintiffs allege that Bornstein can be liable for antitrust violations because of its participation in meetings that were actively supervised by state agencies pursuant to a clearly articulated and affirmatively expressed state legislative policy to displace competition and allow fishermen and buyers to bargain and negotiate prices collectively, even though such conduct is immunized by state and federal law.

#### **EIGHTH DEFENSE**

#### (First Amendment and Noerr-Pennington Doctrine)

15. Plaintiffs' and putative class members' claims are barred, in whole or in part, insofar as they challenge the exercise of rights protected by the First Amendment of the United States Constitution and by the *Noerr-Pennington* doctrine. Plaintiffs allege that Bornstein can be liable for antitrust violations because of its and/or other Defendants' participation in meetings, including meetings with other buyers or government officials, which as alleged concerned petitioning or lobbying activities that are immunized by state and federal law.

#### **NINTH DEFENSE**

#### (Justified and/or Pro-Competitive Conduct)

16. Plaintiffs' and putative class members' claims are barred, in whole or in part, because all of Bornstein's conduct challenged by Plaintiffs was lawful, justified, fair, non-deceptive, expressly authorized by law, pro-competitive, consistent with industry practices, and was carried out in furtherance of Bornstein's legitimate business interests and constitutes bona fide competitive activity, the benefits of which outweigh any alleged anticompetitive effects.

#### TENTH DEFENSE

#### (Statute(s) of Limitations)

17. Plaintiffs' and putative class members' claims are barred, in whole or in part, by the applicable statute(s) of limitations. Plaintiffs seek to recover damages from January 1, 2016 to the present.

However, Plaintiffs' claims are subject to a four-year statute of limitations, and those claims accrued at the time Plaintiffs were paid an ex vessel price that they claim was artificially suppressed as the result of an alleged conspiracy. Accordingly, Plaintiffs' claims based on ex vessel sales that occurred prior to March 13, 2019 – four years before the original Complaint was filed – are time-barred.

#### **ELEVENTH DEFENSE**

#### (Waiver and Estoppel)

18. Plaintiffs' and putative class members' claims are barred, in whole or in part, by the doctrines of waiver and/or estoppel. Plaintiffs delayed filing this lawsuit for an unreasonable and inexcusable length of time from the time Plaintiffs knew or reasonably should have known of their claims against Pacific Seafood. Plaintiffs failed to exercise diligence to discover their alleged claims, or Plaintiffs had either actual or constructive knowledge of the facts they contend give rise to their alleged claims but failed to assert those claims within a reasonable time. Plaintiffs were aware of the claims they allege and intended to relinquish them. Bornstein has suffered prejudice in its ability to defend this case due to Plaintiffs' failure to assert their alleged claims within a reasonable time.

#### TWELFTH DEFENSE

#### (Laches)

19. Plaintiffs' and putative class members' claims are barred, in whole or in part, by the equitable doctrine of laches. Plaintiffs delayed filing this lawsuit for an unreasonable and inexcusable length of time from the time Plaintiffs knew or reasonably should have known of their claims against Pacific Seafood. Plaintiffs failed to exercise diligence to discover their alleged claims, or Plaintiffs had either actual or constructive knowledge of the facts they contend give rise to their alleged claims but failed to assert those claims within a reasonable time. Plaintiffs were aware of the claims they allege and intended to relinquish them. Bornstein has suffered prejudice in its ability to defend this case due to Plaintiffs' failure to assert their alleged claims within a reasonable time.

#### **THIRTEENTH DEFENSE**

#### (Unclean Hands)

20. Plaintiffs' and putative class members' claims are barred, in whole or in part, by the

11

13 14

16 17

15

18

19 20

21

22 23

24

25

26

28

27

doctrine of unclean hands, to the extent that Plaintiffs and putative class members have engaged in fraud or willful misconduct related to the subject matter of their claims or were significantly involved in illegal conduct, including illegal collective price-bargaining, price-fixing or other violations of the antitrust or unfair competition laws.

#### FOURTEENTH DEFENSE

#### (Independent, Unforeseeable, Superseding, and/or Intervening Cause(s))

21. Plaintiffs' and putative class members' claims are barred, in whole or in part, because the injuries, damages, and losses alleged in the Second Amended Complaint, none being admitted, may have resulted, at least in part, from independent, unforeseeable, superseding, and/or intervening causes including, but not limited to, independent market forces and actions by or decision made by other individuals or entities not party to this lawsuit.

#### **FIFTEENTH DEFENSE**

#### (Failure to State a Claim for Certification of a Class)

22. Plaintiffs' class action allegations are vague, overbroad, and otherwise fail to state a claim for class treatment pursuant to Rule 23 of the Federal Rules of Civil Procedure. Among other things, Plaintiffs will be unable to show that common issues predominate over individual ones or that class treatment will be a superior method for resolution of this case as required to certify a class under Rule 23(b)(3).

#### SIXTEENTH DEFENSE

#### (Class Certification Improper and Unwarranted)

23. This case should not be certified as a class action because Plaintiffs lack standing to assert claims on behalf of the putative class and cannot satisfy the requirements of Rule 23 of the Federal Rules of Civil Procedure.

#### **SEVENTEENTH DEFENSE**

#### (Constitutional Right to Separate Trials)

24. The class action claims are barred, in whole or in part, to the extent that certification of this action as a class action would violate Bornstein's constitutional right to separate trials and/or to assert separate defenses for each claim by each putative class member.

17

18 19

20

21

22 23

24

25 26

27

28

#### **EIGHTEENTH DEFENSE**

#### (Due Process)

25. The class action claims are barred, in whole or in part, to the extent that they seek to deprive Bornstein of procedural and substantive safeguards, including, but not limited to, traditional defenses to liability, or duplicative recovery of alleged overcharges, in violation of the due process clause of the United States Constitution and analogous provisions of the California Constitution. This includes that, to the extent Plaintiffs and the proposed class seek relief on behalf of purported class members who have not suffered any injury or damages, the Second Amended Complaint and each of its claims for relief therein violate Bornstein's rights to due process under the United States Constitution.

#### NINETEENTH DEFENSE

#### (Acquiescence)

26. Plaintiffs' and putative class members' claims are barred, in whole or in part, by Plaintiffs' acquiescence and/or confirmation of any and all conduct and/or omissions alleged as to Bornstein in the Second Amended Complaint.

#### TWENTIETH DEFENSE

#### (Overlapping or Duplicative Recovery)

27. Plaintiffs' and putative class members' claims are barred, in whole or in part, to the extent Plaintiffs seek overlapping or duplicative recovery.

#### TWENTY-FIRST DEFENSE

#### (Setoff)

28. Without admitting that Plaintiffs are entitled to recover damages in this matter, Bornstein is entitled to set off from any recovery Plaintiffs may obtain against Bornstein any amount paid to Plaintiffs by any other Defendants who have settled, or do settle, Plaintiffs' claims in this matter.

#### TWENTY-SECOND DEFENSE

#### (Failure to Allege Fraud or Fraudulent Conspiracy with Particularity)

29. Plaintiffs' and putative class members' claims are barred, in whole or in part, because

1	Plaintiffs have failed to allege fraud or fraudulent concealment with sufficient particularity. Plaintiffs
2	attempt to avoid dismissal of their untimely claims by including "fraudulent concealment" allegations.
3	Fraudulent concealment is subject to the heightened pleading requirements of Rule 9(b) of the Federal
4	Rules of Civil Procedure. Plaintiffs have not plead with particularity, and cannot prove with evidence,
5	that Bornstein affirmatively misled Plaintiffs, and that Plaintiffs had neither actual nor constructive
6	knowledge of the facts giving rise to their alleged claims despite exercising diligence to try to uncover
7	those facts.
8	TWENTY-THIRD DEFENSE
9	(Other Defenses)
10	30. Bornstein reserves the right to raise any and all other defenses pending the outcome of
11	discovery.
12	BORNSTEIN'S PRAYER FOR RELIEF
13	WHEREFORE, Bornstein prays for relief as follows:
14	1. That the Court award Bornstein judgment in its favor on all of Plaintiffs' claims and dismiss
15	this action with prejudice;
16	2. That the Court award Bornstein recovery of its attorney's fees, costs, and disbursements
17	and
18	3. That the Court award Bornstein all other and further relief deemed just and proper.
19	Bornstein hereby demands a trial by jury of all aspects of the case so triable.
20	Data de Eshavore 21, 2025 Daga at fully submitted
21	Dated: February 21, 2025 Respectfully submitted,
22	<u>/s/ J. Timothy Hobbs</u> <b>K&amp;L GATES LLP</b>
23	J. Timothy Hobbs, Jr. ( <i>pro hac vice</i> ) 501 Commerce Street, Ste. 1500
24	Nashville, Tennessee 37203 Telephone: (615) 780-6700
25	Tim.Hobbs@klgates.com
26	
27	
28	

Henry J. Brockway (*pro hac vice*) 925 Fourth Avenue, Ste. 2900 1 2 Seattle, Washington 98104 Telephone: (206) 623-7580 3 Henry.Brockway@klgates.com 4 Victoria S. Pereira Duarte (pro hac vice) 70 W. Madison St., Ste. 3300 5 Chicago, Illinois 60602 Telephone: (312) 372-1121 Victoria.Duarte@klgates.com 6 7 Michael Stortz (SBN 139386) 4 Embarcadero Ctr., Ste 1200 8 San Francisco, California 94111 Telephone: (415) 882-8200 9 Michael.Stortz@klgates.com 10 Attorneys for Defendants Bornstein Seafoods, Inc. and Astoria Pacific Seafoods, LLC 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 58